



ARMY ACQUISITION REFORM



Issue 89

24 September 1998

Total Ownership Costs Reduced for 113A2 Engines

The M113A2 Engine IPT was successful in reducing the repair cost from \$11,999.00 per engine to under \$9000.00 per engine through the elimination of unnecessary inspections and the use of Reliablilt parts. Repair of this engine should commence second quarter FY 99. This cost savings initiative will save the Army nearly \$1M per year. Additionally, reduced repair cost will allow the field to recoup unserviceable return credit for the return of complete unserviceable engines.

Any comments please contact Ms. Sabrina Martin at DSN 786-7434 or
Mr. Mark Burden at DSN 786-7390

Reducing Cycle Time

A contract for the Load Assemble and Pack (LAP) of the Modular Artillery Charge System (MACS) was awarded to Valentec Systems Incorporated for a total of \$2.7 M that includes the basic contract and two options years. Oral presentations were used in the source selection process and the award was made without discussions. This greatly reduced the time and effort necessary for technical evaluations. Evaluation of offerors oral presentations were completed the day of the presentation with the total evaluation, including Performance Risk Assessment Group (PRAG), being accomplished in less then two weeks. Total cycle time from RFP closing date to contract award was 56 days.

Any comments please contact Mr. John Eilenberger at DSN 880-5522